

FISCAL NOTE

SB 630 - HB 790

March 14, 2003

SUMMARY OF BILL: Authorizes any municipality to pay the professional privilege tax on behalf of the professionals subject to the tax who are employed by the municipality. Current law only specifies the government of a county having a metropolitan form of government and a population in excess of 100,000 (Davidson) may pay the tax on behalf of its employees.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures - Exceeds \$100,000/Permissive

Estimate assumes to the extent a municipality chooses to pay the professional privilege tax on behalf of its employees, it would experience an increase in expenditures estimated to exceed \$100,000 statewide.

NOTE: There are approximately 2,700 local government employees paying the professional privilege tax who are not covered by provisions in current law authorizing their employer to pay the tax on their behalf.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director